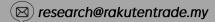


Dail<u>y Market Re</u>port



12 December 2019





Previous Day Highlights

The FBM KLCI was 0.1% or 1.4 points higher to 1,563.2 yesterday. Volume traded was 2.37bn while value traded was RM1.71bn. There were 421 gainers versus 379 losers.

Hang Seng Index gained 208.8 points to 26,645.4 while Shanghai Composite Index was 0.24% higher to 2,924.4. Nikkei 225 Index inched down 0.08%.

U.S. stock markets trended slightly higher overnight as the Dow Jones Industrial Average Index was 0.11% higher. Nasdaq gained 0.44% while S&P 500 increased 0.29%.



Our Thoughts

Indication from the Federal Reserves that rates will remain indefinitely induced some profit takings on treasuries with the US 10-year yield touching 1.80% from 1.75% before. We would expect bonds to experience some selling pressure going forward thus may see the same on the MGS. Meanwhile trading on equities are anticipated to remain nonchalant with the US China trade talk still undecided. Locally, we expect another flattish day with the FBM KLCI looking to retest the 1,565 mark as chances for a shift in portfolio adjustments from bonds to equities are highly likely.



News For The Day

7-Eleven to privatise Caring Pharmacy after MGO

7-Eleven Malaysia Holdings Bhd said it does not intend to maintain the listing status of Caring Pharmacy Group Bhd on Bursa Malaysia if the offerors Convenience Shopping (Sabah) Sdn Bhd and persons acting in concert receive valid acceptances for the mandatory general offer (MGO). – Sunbiz

Terengganu may buy 'reasonable amount' of equity in Petronas

The Terengganu state government says it will consider buying a stake in Petroliam Nasional Bhd (Petronas) if it is for a reasonable amount of equity. — *Sunbiz*

Velesto bags US\$30m job from Mubadala Petroleum

Velesto Energy Bhd has bagged a US\$30m contract from Abu Dhabi's Mubadala Petroleum LLC to provide jack-up drilling rig to undertake drilling services for the Pegaga development drilling programme. The contract is to drill seven firm wells with an expected commencement date envisaged for the second quarter of 2020. – The Edge Markets

Global airline industry's net profit to grow 13% in 2020

The global airline industry is expected to record a net profit of US\$29.3bn in 2020, up 13% from a revised forecast of US\$25.9bn in 2019, says the International Air Transport Association. If achieved, 2020 will mark the industry's 11th consecutive year in the black. — *The Edge Markets*

Bank Islam to take over BIMB listing status

BIMB Holdings unveiled the long-awaited restructuring exercise in which its wholly-owned unit Bank Islam Malaysia Bhd will take over the listing status through a share swap scheme. – *The Edge Financial Daily*



Dail<u>y Market Re</u>port



12 December 2019



This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness. Any recommendation contained in this document does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may read this document. This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement by addressees and further shall not be re-distributed to any other third party. Rakuten Trade Sdn Bhd accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities. Rakuten Trade Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may affect transactions in securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.

Published:

RAKUTEN TRADE SDN BHD (266701-P)

Level 7, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur, Malaysia Telephone: (603) 2110 7188 Website: www.rakutentrade.my

Kenny Yee Shen Pin Head of Research